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A Gives Students Title to Building

By ROBERT WALTERS! Star Staff Writer

Association have resolved their magazine disclosure that it had six-month-long dispute over the future of a CIA-owned Washing-incial support from the CIA arxious to end the arrangement. To building used by NSA as its from 1952 through 1966.

It was agreed that NSA would take titles to the building.

The agreement marks the last entinued to operate from a step in the break between the three-story brownstone building CIA and NSA, which is February 2115 S St. NW purchased two The Central Intelligence Agent CIA and NSA, which is Februard 2115 S St. NW purcy and the U.S. National Student ary confirmed a Ramparts years ago by the CIA.

national headquarters.

That disclosure led to the since that time, they were deadexposure of the CIA as the locked over the means of a secret meeting between top officials of both organizations of other student, youth, held last Friday at the CIA's labor, religious and other priheadquarters in Langley, Va.

It was agreed that NSA would

Although NSA severed most of following which held

Although NSA severed most of ts ties to the CIA in 1966, it has

point threatened to bankrupt the "dummy" foundation which held tile to the property, thus clearing the way for a possible foreclosure of the mortgage.

NSA wanted the CIA to break the lease and turn the building annual budget of more than over to the student organization, \$500,000. Payments on the buildwhich would then pick up the mortgage payments. In response to the threat of a mortgage foreclosure, NSA threatened a court suit which would lead to from member dues, receipts exposure of CIA financial artiform Educational Travel, Inc., a rangements.

Negotiations with middle-level officials of the intelligence agen-Director Richard Helms agreed last week to enter the talks for the first time.

Also present at the meeting were Cord Meyer Jr., in charge of the CIA program which covertly supplied millions of dollars to private organizations since the early 1950s, and Robet Kiley, who headed the covert program involving student and youth groups.

Representing NSA were W. Eugene Groves, its president; Richard G. Stearns, its vice president for international affairs: a member of its National Supervisory Board and Washington attorney Joseph L. Rauh Jr.

Agree to Break Pact

Helms was understood to have agreed to enter the negotiations at Rauh's request. Under terms of the settlement, an "ironclad" occupancy agreement, originally written so that neither party could cancel it, will be broken by mutual agreement.

The two organizations will fornally release each other from any claims or liens stemming from the initial occupancy agreement and NSA will take itle to the building, subject to the mortgage, now held by the Sanitized - Approved For Release : CIA-RDP75-0014

The building was purchased by the CIA for \$110,000, but currently is valued at \$125,000 to \$150,000. To disguise the identity of the real owner, the CIA placed the building title in the name of the Independence Foundation of Boston, one of several dozen such "dummy" founda-tions used by the intelligence agency to funnel funds to private roups.

The building originally carried \$70,000 mortgage, \$5,000 of which has been paid off by the GIA. Last week's agreement means that NSA, after taking title to the building, will assume esponsibility for repaying the remaining \$65,000 of the mort-

gage.

300 Student Groups

NSA, which represents more nan 300 student governments at colleges and universities throughout the country, has an: ing, including insurance and taxes, are estimated at \$9,000 annually.

NSA's current income comes subsidiary travel organization, and from grants awarded by

vate foundations.

During the just-concluded 1966-67 fiscal year, NSA received \$28,000 from CIA sources and \$10,000 which may have originated at the intelligence agency. NSA officers have said those funds are the last they will accept from the CIA.

Balances Forgiven

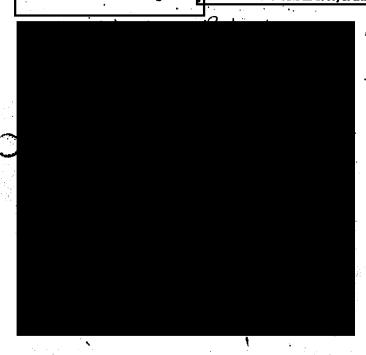
Several of the CIA's "dummy" foundations have been seeking repayment by NSA of outstanding balances from grants awarded in previous years, but under terms of the new agreement those payments will be forgiven.

Both sides were understood to be anxious for a quick settlement. CIA, operations have sufered considerable damage as a result of the NSA disclosures.

NSA officials have been subject to criticism for publicly attacking the CIA but remaining in the building while the CIA paid the rent.

The settlement came as NSA planned to open its annual convention, the 20th National Student Congress, which begins Sunday and is expected to draw more than 1,500 student leaders from throughout the country to the University of Maryland in College Park.

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